Michael O. Leavitt Governor Ted Stewart Executive Director Scott Hirschi Division Director

3 Triad Center, Suite 400 355 West North Temple Salt Lake City, Utah 84180-1204 801-538-5508 801-355-0922 (Fax)

June 7, 1994

CERTIFIED MAIL NO. P 051 448 265

Terry Bland 554 East 11800 South Draper, UT 84020

Dear Mr. Bland:

RE: ML 45643 & ML 45657 Building Stone/Limestone

S/045/039 & S/049/020 Utah County

The terms and conditions of the above numbered leases and the rules of the division require that upon submitting a notice of intent to commence mining the Lessee shall, upon Lessor's request, post a reclamation bond with the division of not less than \$5,000 per acres of intended surface disturbance. Division records indicate that you submitted a notice of intent to mine 1.5 acres of land within the above numbered leases but have not yet posted bond.

You are requested to immediately submit a surety bond in the amount of \$7,500 using the enclosed bond of lessee form. The surety must be registered in Utah. In-lieu of a surety bond you may submit a \$7,500 short term, renewable, certificate of deposit with a Utah banking institution, providing the division is listed as a co-owner of the CD.

Failure to comply with this request within the next 30 days may subject the leases to cancellation pursuant to Article XIX of the lease agreements.

Thank you for your cooperation in this matter. Please call me if you have any questions.

Sincerely,

JOHN T. BLAKE

LL T. Bell

MINERAL RESOURCES SPECIALIST

JTB/tdw

cc: Wayne Hedberg

